

City of Detroit

CITY COUNCIL

IRVIN CORLEY, JR.
FISCAL ANALYST
(313) 224-1076

FISCAL ANALYSIS DIVISION
Coleman A. Young Municipal Center
2 Woodward Avenue, Suite 215
Detroit, Michigan 48226
FAX: (313) 224-2783
E-Mail: cc.fiscal@ci.detroit.mi.us

ANNE MARIE LANGAN
ASSISTANT FISCAL ANALYST
(313) 224-1078

TO: Shenetta L. Coleman, Director
Human Services Department

FROM: Irvin Corley, Jr., Fiscal Analysis Director

DATE: April 27, 2007

RE: 2007-2008 Budget Analysis

14.

Attached is our budget analysis regarding your department's budget for the upcoming 2007-2008 Fiscal Year.

Please be prepared to respond to the issues/questions raised in our analysis during your scheduled hearing. We would then appreciate a written response to the issues/questions at your earliest convenience subsequent to your budget hearing. Please forward a copy of your responses to the Councilmembers and the City Clerk's Office.

Please contact us if you have any questions regarding our budget analysis.

Thank you for your cooperation in this matter.

IC:ss

Attachment

cc: Councilmembers
Council Divisions
Auditor General's Office
Pamela Scales, Budget Department Director
Tanya Stoudemire, Budget Department Team Leader
Roger Short, Finance Department Director
Kandia Milton, Mayor's Office

I:\07-08 BUDGET\DAILIES-FINAL\AG\HumanServices.doc

Department of Human Services (30)

FY 2007-2008 Budget Analysis by the Fiscal Division

Summary

The Human Services Department (HSD) is a General Fund agency. The recommended 2007-2008 budgeted appropriations total \$61.3 million, which is a \$1.6 million decrease compared to the current fiscal year's budget amount. The HSD's net tax cost of \$250,000 to the City is the same as the current fiscal year's amount.

2006-2007 Surplus/(Deficit)

The Mayor proposes no surplus or deficit for the HSD.

Overtime

The 2007-2008 budget for the HSD does not include overtime. Through March 31, 2007, the HSD spent \$28,886 on overtime.

Personnel and Turnover Savings

The Mayor recommends a net increase of 1 position and no turnover savings for fiscal year 2007-2008.

	Budgeted Positions FY 2006-07	Filled Positions 3/31/2007	Mayor's Budget Positions FY 2007-08	Over/(Under) Actual to 06/07 Budget	Mayor's Recommended Turnover
<u>Appropriation/Program</u>					
Human Services (30):					
303600 CSBG Administration	21	0	0	(21)	\$ -
303701 Center Operations	51	0	0	(51)	\$ -
11607 CSBG Administration	72	0	0	(72)	\$ -
11617 Head Start	37	35	0	(2)	\$ -
12277 Head Start	0	0	39	0	\$ -
11618 Handicap Services	2	1	0	(1)	\$ -
12278 Handicap Services	0	0	0	0	\$ -
11621 Drug Treatment	26	22	0	(4)	\$ -
12281 Drug Treatment	0	0	26	0	\$ -
303700 CSBG Administration	0	21	0	21	\$ -
303701 Center Operations	0	29	0	29	\$ -
11935 CSBG Administration	0	50	0	50	\$ -
303800 CSBG Administration	0	0	24	0	\$ -
303801 Center Operations	0	0	49	0	\$ -
12268 CSBG Administration	0	0	73	0	\$ -
11946 Head Start	0	0	0	0	\$ -
11947 Handicap Services	0	0	0	0	\$ -
11950 Drug Treatment	0	0	0	0	\$ -
30XXXX Leave of Absence	0	(1)	0	(1)	\$ -
30XXXX Workers Compensation	0	0	0	0	\$ -
30XXXX Unmatched Positions	<u>0</u>	<u>13</u>	<u>0</u>	<u>13</u>	<u>\$ -</u>
TOTAL	<u>137</u>	<u>120</u>	<u>138</u>	<u>(17)</u>	<u>\$ -</u>

Proposed Layoffs and Vacant Position Reductions

The Mayor's Proposed 2007-2008 Budget requires no layoffs in the HSD. The HSD is gaining one position.

Significant Funding by Appropriation

<u>Appropriation</u>	<u>Program</u>	
12268	Community Services Block Grant Administration	The fiscal year 2007-2008 appropriation rose by \$312,262 compared to the current fiscal year's amount due to an increase in grant funding.
12270	TANF Funds	The appropriation for Temporary Assistance for Needy Families remains the same at \$497,928 for fiscal year 2007-2008 as in the current fiscal year.
12276	Package Meals	The 2007-2008 appropriation of \$12,240 for package meals is the same amount as in the current fiscal year.
12283	MCAAA-Managed Care	This appropriation of \$200,000 is the same amount as in the current fiscal year.
12355	CSBGT-Tax Preparation Assistance	This is a new appropriation in the amount of \$24,100.
12277	Head Start	Funding for the Head Start Program decreased by \$314,469 in fiscal year 2007-2008 compared to the amount in fiscal year 2006-2007.
12278	Handicap Services	Funding for the Handicap Services Program is included with the Head Start Program funds, Appropriation 12277, for fiscal year 2007-2008.
12279	Early Head Start	The fiscal year 2007-2008 appropriation increased by \$14,238 compared to the current year's amount, due to a rise in grant funding.
12280	HS – Training and Technical Assistance	The fiscal year 2007-2008 appropriation decreased by \$51,493 in comparison with the 2006-2007 appropriation due to a decline in grant funding.
12269	MI Pub Service Commission Fund Winter	The fiscal year 2007-2008 appropriation rose by \$162,232 from the current year's amount due to an increase in grant funding.

<u>Appropriation</u>	<u>Program</u>	
12271	MI Public Service Commission Fund – MCAAA WX	The fiscal year 2007-2008 appropriation increased by \$521,444 compared to the amount of fiscal year 2006-2007 due to a rise in grant funding.
12272	MI Public Service Commission Fund	The amount of the appropriation of \$286,854 is the same as in the current fiscal year.
12273	Weatherization DOE	The fiscal year 2007-2008 appropriation declined by \$31,834 in comparison with the current year's amount due to a decrease in grant funding.
12274	Weatherization LIHEAP	The fiscal year 2007-2008 appropriation decreased by \$10,900 from the amount in fiscal year 2006-2007 due to a decline in funding.
12356	MPSC – WX/Client Education	This appropriation is a continuation of Appropriation 12083 (FY 06-07), which is designed to educate low-income individuals and families about how to make their homes more energy efficient to reduce their energy utility bills. The appropriation amount is increased to \$344,492 from \$100,000.
12275	SEMHA Ryan White Title I	The fiscal year 2007-2008 appropriation decreased by \$16,178 compared to the fiscal year 2006-2007 appropriation because of reduced grant funding.
12281	Drug Treatment	The fiscal year 2007-2008 appropriation declined by \$177,000 compared to the amount of fiscal year 2006-2007 due to decreased grant funding.
11952	AIDS Counseling & Testing	This program ended and no grant funds will be received in FY 2007-08.
11954	SEMHA Ryan White Title II	This program and the related grant have been transferred to the Department of Health and Wellness Promotion.
10149	Warming Center/Supportive Services	This program provides warming centers during the winter. The proposed 2007-2008 appropriation is \$250,000, as is the current year's amount.

Human Services (30)

Budgeted Professional and <u>Contractual Services by Activity</u>	FY 2005-06 <u>Budget</u>	FY 2006-07 <u>Recommended</u>	Increase (Decrease)
Administration & Center Operations	\$ 1,112,330	\$ 1,191,479	\$ 79,149
Community Programs	464,240	442,240	(22,000)
Head Start & Early Head Start/Youth	50,706,650	42,655,409	(8,051,241)
Weatherization & Energy Assistance	4,146,649	4,271,633	124,984
Neighborhood Drug Program	304,495	447,597	143,102
Homeless Programs	<u>112,111</u>	<u>250,000</u>	<u>137,889</u>
Total	<u>\$ 56,846,475</u>	<u>\$ 49,258,358</u>	<u>\$ (7,588,117)</u>

Significant Revenue Changes by Appropriation and Source

State and federal grants are frequently being increased, reduced, eliminated or created annually. The net effect of these changes is that grant revenue has decreased by \$1.6 million in fiscal year 2007-2008.

Issues and Questions

1. Are the efforts to obtain closed Detroit Public School facilities to administer your Head Start programs still being investigated? If so, are the representatives of the Human Services Department continually seeking additional licensable sites (page 30-11)?
2. What is the status of the Human and Social Services database and the 211 database (page 30-3)?
3. Has any progress been made in the "Born Learning" initiative in collaboration with the United Way (page 30-3)?
4. Have relocation efforts of the administrative office proven to be successful? If so, where is the prospective site located? What is the timeline by which the office will be in full operation (page 30-3)?
5. Has the Universal Child Tracking Program System been successful? How is it funded (page 30-11)?
6. Are funds being sought to aid low-income individuals and families with their energy utility bills?